

Presentation for

CDIAC's Bond Buyer Pre-Conference

Mechanics & Technologies at Work in Municipal Disclosure

Dissemination Agent – Duties & Responsibilities

September 10, 2007

Presented by:

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What does a Dissemination Agent do?

- Determine the names and addresses of each Repository each year
- Each year, file the Annual Report (or semi-annual report) with each National repository and State Repository (if any exist)
- Each year, file the Audited Financial Statement with each National Repository and State Repository (if any exist)
- Upon receipt, file a Notice of Material Event with each National Repository and State Repository
- Provide to all parties listed in the Continuing Disclosure Agreement, evidence of filings when each of the above are made.

What does a Dissemination Agent do?

- Upon Receipt...

What constitutes a Material Event?

- P & I Payment Deficiencies
- Non-Payment Related Defaults
 - ◆ Unscheduled draws on debt service reserves reflecting financial difficulties
 - ◆ Unscheduled draws on credit enhancements reflecting financial difficulties
 - ◆ Substitution of credit or liquidity providers, or their failure to perform
 - ◆ Adverse tax opinions or events affecting the tax-exempt status of the security
 - ◆ Modifications to rights of securities holders
 - ◆ Bond calls
 - ◆ Defeasances
 - ◆ Release, substitution, or sale of property securing repayment of the securities
 - ◆ Ratings changes
 - ◆ Failure to provide annual financial information as required
 - ◆ Other material event notices

Failure to File Notice

EXHIBIT A TO CONTINUING DISCLOSURE AGREEMENT

NOTICE OF FAILURE TO FILE ANNUAL REPORT

Name of District: Community Facilities District No. 2006-2 of the City of _____

Name of Bond Issue: Community Facilities District No. 2006-2 of the City of _____,
2006 Special Tax Bonds

NOTICE IS HEREBY GIVEN that the Community Facilities District No. 2006-2 of the City of _____ (the "District") has not provided an Annual Report with respect to the above-named Bonds as required by the Continuing Disclosure Agreement, dated October 26, 2006. The District anticipates that the Annual Report will be filed by _____.

Dated: _____

WELLS FARGO BANK, NATIONAL ASSOCIATION
as Dissemination Agent

By: _____
Authorized Signatory

Cc: District

Reasons to hire a Financial Institution as Dissemination Agent

- Notifications (Issuers receive annual prompting to file)
- Follow – up
- Knowledge of Repositories

Who can be appointed as Dissemination Agent?

- Trustee
- Issuer
- Specialty Firms (like DAC)

There are no parameters!

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Thank You